

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

2017 FEB 15

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF BLACK MOUNTAIN OPERATING LLC
FOR A NON-STANDARD OIL SPACING AND PRORATION
UNIT AND COMPULSORY POOLING, LEA COUNTY,
NEW MEXICO.**

Case No. 15,655

**APPLICATION OF BLACK MOUNTAIN OPERATING LLC
FOR A NON-STANDARD OIL SPACING AND PRORATION
UNIT AND COMPULSORY POOLING, LEA COUNTY,
NEW MEXICO.**

Case No. 15,656

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by BTA Oil Producers, LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Black Mountain Operating LLC

APPLICANT'S ATTORNEY

J. Scott Hall
Seth McMillan

OPPONENT

BTA Oil Producers, LLC
104 South Pecos
Midland, Texas 79701

OPPONENT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attention: Kent Christensen
(432) 682-3753

GMT Exploration Company LLC

James Bruce

STATEMENT OF THE CASE

APPLICANT

Case No. 15655: Black Mountain Operating LLC seeks an order approving a 240-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2SW/4 of Section 35, Township 21 South, Range 34 East, NMPM and the W/2W/2 of Section 2, Township 22 South, Range 34 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area).

Case No. 15656: Black Mountain Operating LLC seeks an order approving a 240-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the E/2SW/4 of Section 35, Township 21 South, Range 34 East, NMPM and the E/2W/2 of Section 2, Township 22 South, Range 34 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area).

OPPONENT

BTA Oil Producers, LLC, an interest owner in this area, opposes the granting of the above applications.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

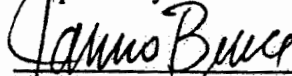
Kent Christensen
(landman)

15 min.

Approx. 2

PROCEDURAL MATTERS

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for BTA Oil Producers, LLC